

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA

Division Director

August 2, 2012

James T. Smith Southwest Marine and General Insurance Co. 2307 River Road, Suite 200 Louisville, KY 40206

Subject: Authorization for Partial Release of Reclamation Surety, Surety Bond in

Interpace Holdings, LLC. Ogden Clay Mine, S/057/0007, Weber County, Utah

Dear Mr. Smith:

Southwest Marine and General Insurance Company is presently holding surety bond in the amount of \$25,100.00 for the benefit of the State of Utah, Division of Oil, Gas and Mining, as a form of reclamation surety for Interpace Holdings, LLC, Ogden Clay Mine. The Division has verified that reclamation work was satisfactorily completed, and this letter authorizes release of sufficient principal to reduce the face value of the surety bond to no less than \$1,000 dollars.

When this transaction has been completed, please furnish the Division with written confirmation that appropriate funds have been released and that the balance of retained funds will remain at no less than \$1,000.00.

If you have any questions or concerns, please contact Dana Dean at 801-538-5320, or Paul Baker at 801-538-5261. Thank you for your help in this matter.

Sincerely,

John R. Baza

Director

JRB:lk:pb

cc: Jon B Rhine, Interpace Holdings, LLC Penny Berry, OGM

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